GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3160
ANSWERED ON:11.08.2000
LOAN AGAINST SEBI
PRABHUNATH SINGH

Will the Minister of FINANCE be pleased to state:

(a) whether the SEBI has defaulted in re-payment of loan of Rs. 105 crore to the Government;

(b) if so, whether SEBI utilized the loan money for the purpose other than it was loaned;

(c) if so, the details therefor; and

(d) the action taken by the Government in the matter?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI V. DHANANJAYA KUMAR)

(a) Government of India has been making budgetaryprovisions in the form of interest free loans every year, from 1992-93 to 1996-97, towards the capital expenditure of the Securities and Exchange Board ofIndia (SEBI), amounting to a total of Rs. 115 crores. These loans are refundable by SEBI to the Government in 10 equal installments, after an initial moratorium of two years. Out of the loan of Rs. 115 crores, a sum of Rs. 10 crores has been refunded to the Central Government during the years 1995, 1996 and 1997.

(b) &(c) The money has been utilized by SEBI for meeting its capital expenditure, as intended.

(c) Does not arise in view of (b) and (c) above.